Information Technology Professional Services RFP # 317.03.002 Amendments/Clarifications/Questions

Amendment Number 1

January 21, 2000

The State hereby amends the RFP as follows:

- 1. Section 3.12.3. Delete the section in its entirety and replace it with the following: For purposes of this RFP, the State defines "subcontractor usage" as any relationship in which contractor personnel assigned to the State have their salary, wages, or any other compensation paid by any party other than the Primary Contractor. In other words, for the relationship to be allowable, the payer name on all forms of compensation made to contractor personnel assigned to the State must be the Primary Contractor's name.
- 2. Section 5.2.6.5. Delete the section in its entirety, and replace it with the following: In lieu of the financial resource documentation required by Sections 5.2.6.1, 5.2.6.2, 5.2.6.3 and 5.2.6.4, the Proposer may include a letter of commitment, signed by the Proposal Transmittal Letter signatory, to provide a performance bond. In which case, the State shall require a performance bond prior to approval of a contract pursuant to this RFP. The amount of the performance bond shall be in the sum of Six Hundred Thousand dollars (\$600,000). The bond shall be in form and substance acceptable to the State as detailed by Attachment 9.18 of this RFP. Failure to provide the performance bond as required shall make the proposal non-responsive, and the proposal shall be rejected; a contract will not be executed.
- 3. Section 6.3.1. Delete the section in its entirety and replace it with the following: The RFP Coordinator shall forward results from the proposal evaluation process to the head of the procuring agency for consideration. Absent appropriate justification, the Proposers receiving the most points shall be considered the successful Proposers. Provided that the State receives a sufficient number of responsive proposals, seven (7) Proposers will receive awards pursuant to this RFP.
- 4. Section 8, Pro Forma Contract, Section D.5. Delete the section in its entirety and replace it with the following:
 - Assignment of Contract. The Contractor shall not assign this Contract or any of the services performed under this Contract without obtaining the prior written approval of the State. If such agreements are approved by the State, they shall contain, at a minimum, sections of this Contract pertaining to "Conflicts of Interest" and "Nondiscrimination" (sections D.6. and D.7.).
- 5. Section 8, Pro Forma Contract, Section E.15. Delete the section in its entirety and replace it with the following:
 - <u>Subcontractor Definition</u>. For purposes of this Contract, the State defines "subcontractor usage" as any relationship in which contractor personnel assigned to

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the State have their salary, wages, or any other compensation paid by any party other than the Primary Contractor.

- 6. Section 4.8.d. Delete the section in its entirety and replace it with the following:
 - In the event of Contract termination as described herein, if the Contractor is providing services pursuant to an MOU at the time of termination of the Master Contract, at the State's discretion the Master Contract shall remain in effect to the extent necessary to allow the Contractor to complete the provision of services pursuant to the MOU; and the Contractor shall not be allowed to participate in any future SOWs.
- 7. Section 4.9, last paragraph. Delete the paragraph in its entirety and replace it with the following:

Some Contractor companies currently providing personnel to the State may not receive contract awards pursuant to this RFP. From the State's perspective, incumbents supplied by companies not receiving awards may transfer to one of the companies that did receive an award. The transferred personnel may then be proposed on any SOW in accordance with the rules of 4.9.a and 4.9.b above. However, the State will only allow such transfers if the current Contractor company did <u>not</u> receive an award. <u>During the transition period, no personnel transfers of any kind will be allowed between two companies that did receive awards</u>.

Amendments/Clarifications/Questions

Responses to Written Comments

NUM.	QUESTION	ANSWER
1.	Ref. RFP Subsection 4.5.1 Will Contractors receive electronic SOW's from the State of Tennessee for open job requirements, or will it be the sole responsibility of Contractors to regularly check the IT/BA PRO system for newly posted SOW's?	The IT/BA PRO system sends an e-mail to the Contractors when a new SOW is distributed. However, due to the complexity of the internet environment and possible technical problems, the State cannot guarantee that these e-mails will reach their destinations. For this reason, the State recommends that Contractors check IT/BA PRO on a regular basis.
2.	Ref. RFP Subsection 4.5.3 Under <u>Evaluation</u> of <u>Candidates</u> , the State reserves the right to request face-to-face interviews. How often does the State require in-person candidate interviews?	In most cases.
3.	Ref. RFP Subsection 4.5.7-a Under <u>Double Submissions</u> , the State requires that Contractors obtain SOW-specific Commitment Letters from contract candidates. Is it the State's intent to view a Commitment Letter as a guarantee of a specific candidate's availability for assignment to the position outlined in the corresponding SOW?	The State will not view the letter as a guarantee of candidate availability. Its primary purpose is to ensure that the candidate has authorized one, and only one, Contractor to submit his or her resume for a given SOW.
4.	Ref. RFP Subsection 5.2.6.5 The State specifies a requirement for a performance bond in lieu of documentation requested in Subsections 5.2.6.1-5.2.6.4. Does this mean that Proposers submitting proper documentation for Subsections 5.2.6.1-5.2.6.4 need not submit a performance bond as outlined in Attachment 9.18?	The State has amended section 5.2.6.5 of the RFP (see Amendment 1, item 2, above). In accordance with this amendment, Proposers have the option, in lieu of providing the documentation required in 5.2.6.1 through 5.2.6.4, to submit a letter of commitment to provide a performance bond, as described in the amended version of 5.2.6.5. Apart from the references to a surety company, which may be removed, the letter of commitment should be similar in content to the example given in Attachment 9.18. However, if Proposers submit documentation in full compliance with Sections 5.2.6.1 through 5.2.6.4, they need not submit the performance bond commitment letter. Therefore, Proposers have one of two options: (1) Provide, as a part of the Proposal, all information requested by 5.2.6.1 through 5.2.6.4; or (2) Provide, as a part of the Proposal, the performance bond commitment letter as described in the amended version of 5.2.6.5.
5.	Ref. RFP Subsection 5.3 Does the State require	No.

	a separate Cost Proposal Transmittal Letter?	
6.	Ref. RFP Attachments Which of the attachments (in addition to Attachments 9.1-9.2, 9.18, 9.19) are Proposers required to complete? Does the State require Proposers to resubmit evaluation forms (for example, Attachment 9.4, "Technical Proposal Evaluation Format") as bid attachments, or are these attachments simply for reference?	The Proposer must fully complete and submit with its Proposal the following Attachments: 9.1 9.2 If the Proposer chooses to respond to sections 5.2.6.1 through 5.2.6.4, the Proposer will complete Attachment 9.19. If, instead, the Proposer chooses to respond to 5.2.6.5 (in lieu of 5.2.6.1-5.2.6.4), then the Proposer will be required to provide a performance bond prior to contract approval; that bond must conform in form and substance to the example given in Attachment 9.18.
		The rest of the attachments are for information and contractual purposes and require no Proposal response from the Contractors at this time.
7.	3.12 Assignment and Subcontracting (Page 7)	The State is amending RFP Section 3.12.3 and Contract Sections D.5 and E.15 (see
	[Vendor quotes text of 3.12.3] [The vendor]'s Response	Amendment 1, items 1, 4, and 5, above). The State will only allow relationships and activities in conformity with the referenced amendments.
	We understand that there is no subcontracting allowed under this RFP and the resulting contract. However, we believe the State does not want to eliminate the following important aspects of hiring new employees:	
	 advertising for employment (newspaper or internet) use of resume search services 	
	 testing prospective employees running background checks use of employment agencies to help with a search 	
	Since these concerns listed above are not the classic subcontractor requirements, we assume the State does not want to eliminate these aspects of hiring new employees.	
8.	 4.6 Performance Evaluations a. Would the State consider performing the first evaluation at the end of the third working day versus the fifth? b. Would the State consider modifying 	Question "a." No. Even five days is a very short time to evaluate the performance of an assigned contractor. Three days would be too few. Question "b." No. The State will not pay

	provisions of the second evaluation period	for unacceptable work, regardless of when it
	so as to "pay for hours worked" versus "pay	is performed.
	for acceptable work performed"?	_
9.	4.13 Use of Internet-Based IT-BA PRO System /	The State will only support the browsers
7.	Attachment 9.16 IT/BA PRO Technical	listed in Attachment 9.16. The performance
		of IT/BA PRO is unpredictable when
	Requirements	
		Internet Explorer is used. The Contractor
	Web Browser Would using Internet Explorer	assumes all risk and support responsibilities
	4.0 or 5.0 be acceptable by the State?	for problems that may arise through the use
		of Internet Explorer.
10.	5.2.6.5 Performance Bond	See answer to Question 4, above.
	Please clarify. Are vendors required to either	
	provide the financial documentation required by	
	Sections 5.2.6.1, 5.2.6.2, 5.2.6.3, and 5.2.6.4 or	
	provide a commitment letter to provide a	
	performance bond <u>but not both</u> ? The	
	wording in 5.2.6.5 is somewhat confusing. What	
	does "may" mean in the following: "in lieu of	
	financial resource documentation <u>may</u> include a	
	performance bond	
	Also, FYI - The Surety industry has an issue with	
	preparing an unconditional commitment letter to	
	provide a future performance bond. The State	
	may want to consider a quantifiable bid bond as	
	security for performance under future RFP's.	
11.		The state day and see Court day
11.	With reference to 3.12, please confirm that	The state does not confirm this.
	subcontractor usage is permitted with the prior	
	written approval of the State of Tennessee, as	The State is amending RFP Section 3.12.3
	stated in section D.5 of the proforma contract?	and Contract Sections D.5 and E.15 (see
		Amendment 1, items 1, 4, and 5, above).
		The State will only allow relationships and
		activities in conformity with the referenced
		amendments.
12.	Who is/are the incumbent contractors on this	EER Systems
	proposal? Is it possible to receive and review the	Majestic Systems Integration Company
	previous contract(s) and proposal(s)?	METAMOR - INDUSTRY SOLUTIONS
	provious contract(s) and proposat(s):	
		Science Applications International Corp.
		(SAIC)
		SCB Computer Technology, Inc.
		Strategic Staffing Solutions, Inc.
		The previous contracts and proposals are
		public record. They may be viewed in the
		William R. Snodgrass Tennessee Tower
		location by making an appointment with
		Kathy Walden, who may be reached at 615-
		741-7841. These appointments will be
		made on a first-come, first-served basis.
		That State makes no guarantees as to the
		availability of appointments and will not

13.	If possible, please provide the total dollar volume usage for last 12 months, under the existing contract?	The dollar amount paid out to ITPRO contractor companies for November 1998 through October 1999 was approximately \$26,900,000. However, please note the disclaimer in the final paragraph of Section 4.4 of the RFP.
14.	With reference to 4.9, approximately how many employees are expected to transition to the awarded supplier(s)?	The State does not know.
15.	What percentage of employees transitioned on the existing contract?	The State does not have this figure.
16.	With reference to 5.1.4, please elaborate on the term "bound". Does the term mean spiral bound, glue bound or some specific binding type? Is the Cost Proposal to be bound too?	Spiral binding is preferred. It is not necessary for the Cost Proposal to be bound. The Cost Proposal may be stapled.
17.	With reference to 4.5.1, what is the average duration of a statement of work?	The State does not have this figure. But most SOWs that have not ended with terminations or withdrawals, and were not limited by the end date of current contracts, have run for over one year. However, the State makes no guarantees that this pattern will apply in the future.
18.	Do we have to complete in part/full, and/or return Attachments 9.3, 9.4, 9.5, 9.6, and 9.7? If possible, please indicate all the attachments that are to be (a) fully completed and returned; (b) partially completed and returned; and (c) those meant for proposer's review and not to be returned?	See answer to Question 6, above.
19.	With reference to 5.2.6.1, we are a privately held corporation and have "reviewed" financial statements since there is no requirement to have audited ones. Will such financial statements be acceptable? Additionally, can the data is such statements be used to complete other sections of 5.2.6?	See answer to Question 4, above. If the Proposer chooses to respond to Sections 5.2.6.1 through 5.2.6.4, "Reviewed" financial statements are not acceptable. All information provided as required in 5.2.6.1 through 5.2.6.4 must be drawn from and be consistent with the "independent audited" financial statements provided.
20.	Section 3.15 covers offers of additional services to those required in the RFP. What types of additional services might this refer to?	The referenced "additional services" are more applicable to systems development projects. For this procurement, the State has no additional services in mind. The important points are as follows: (1) the Proposer must include all costs for the services requested in this RFP, i.e. rates for every Job Classification described in Attachment 9.14; and (2) the Proposer's Cost Proposal must be submitted on an exact duplicate Attachment 9.2.
21.	Section 4.1 states that the state may modify the work hours in the best interest of the project. Will any variances to a 40-hour work week be	Not usually. Due to the dynamic nature of systems development and maintenance work, the State cannot guarantee that all

	noted on the SOW?	work hour variances will be foreseen and noted at the time of SOW preparation.
22.	Soction 4.0 motors to the transition and 1	i
22.	Section 4.9 refers to the transition period	It is the State's intent to ensure the best
	between the effective date of the new contract	possible continuity of services.
	and existing ITPRO contracts. Could you please	
	clarify the intent of the state in allowing there to	The last paragraph of Section 4.9 has been
	be no prohibition against incumbents changing	misunderstood. For clarification, the state
	contractor companies during the transition	is amending this paragraph. See
	period? It appears this is intended to allow	Amendment 1, item 7, above.
	incumbents to change from an existing contractor	
	company who is not awarded a new contract to	As the vendor has pointed out, the State has
	one who is. However, the way it is worded, it	no visibility of or interest in non-compete
	seems to allow incumbents to move from an	agreements. Any such agreements are
	existing Contractor company to another existing	between the contractor companies and their
	Contractor company who have both been	contractor personnel, and these parties are
	awarded a new contract.	solely responsible for any compliance issues
	awarded a new contract.	related thereto.
	To allow incumbents to be recomited by existing	Totaled incicio.
	To allow incumbents to be recruited by existing	
	Contractor companies who are awarded new	
	contracts could create a great deal of "ill will"	
	between Contractor companies and their	
	employees. We feel this would not be in the best	
	interest of the State. Those Contractor	
	companies who propose higher rates might try to	
	entice employees with more money to switch	
	from Contractor companies who have proposed	
	lower rates, costing the state much more per hour	
	for the same incumbent consultant. This would	
	forfeit the obvious advantage the state gains from	
	the competitive pricing format.	
	In addition, while it desen't directly affect the	
	In addition, while it doesn't directly affect the	
	state, most Contractor companies have non-	
	compete agreements with their employees that	
	prohibit them from working at their client	
	through another vendor for a period of, usually,	
	one year. Allowing this type of movement	
	between Contractor companies could result in	
	lawsuits between the company and former	
	employees. The state could stand to lose the	
	services of valuable incumbents they want to	
	retain.	
	We feel it would be in the state's best interest to	
	modify the language to allow the transfer of	
	incumbents only if their current Contractor	
	company was not awarded a new contract. The	
	Contractor companies who are awarded new	
	contracts could compete in hiring these	
	employees and attempt to work out any unfair	
	competition or non-compete issues between the	
	incumbent and the former Contractor company.	
	We would request that the state not allow	
	Contractor companies with newly awarded	

	contracts to compete for the services of each other's employees, which could cause the state and all concerned harm and lots of "ill will". We believe this would not be in the best interest of the state.	
23.	Section 4.11 describes payment rates for project end date extensions. We interpret this to mean that if a project is extended into year two, the year two rates quoted would not apply. If an SOW is issued with an end date in year one, can a year two rate be proposed on the Project Offer in case the MOU is extended?	When a SOW is created on the IT/BA PRO system, it has a Project End Date. The system will only allow rates to be proposed for the active years of the SOW as written and will rank the candidates based on those rates. For example, if a given SOW ends in Year 1 of the contract, then a Year 2 rate cannot be proposed.
		It would not be reasonable to rate candidates based, in part, on a Year 2 rate that might never be used. It would also not make sense to allow Contractors to propose Year 2 rates that did not figure into the rating, since there would be little incentive for Contractors to keep the Year 2 rates down.
		Taking all of this into account, the State decided to use the CPI as a fair way to derive rates for subsequent, unanticipated project years. Section 4.11 remains as written.
24.	Section 5.2.5.5 requires the number of qualified individuals we would be able to provide in four job classifications. As an existing Contractor company, can we list as qualified individuals incumbent employees currently assigned to the state, whose contract expires on 7/31/00?	Yes, but only if the incumbent is currently serving in one of the Job Classifications listed, and would therefore be returning to his or her former position; i.e., as a Project Manager, Advanced Programmer Analyst (Client Server/Micro), or Business Analyst II. (Note that Advanced Programmer Analyst [Web-Based Technologies] is not a current classification.) In other words, if the vendor currently has a
25		Project Manager assigned to the State, then that person may count toward the Project Manager Job Classification.
25.	Section 5.2.6 lists the financial resources requirements. These questions relate to the requirement of independent audited financial statements. Our company is a closely-held private corporation that has a CPA prepare compiled financial statements. We have never been required to submit independent audited financial statements to any government entities or other clients until this RFP. We have retained the services of an independent CPA firm to	See the answer to Question 4, above. If the Proposer chooses to respond to Sections 5.2.6.1 through 5.2.6.4, "compiled" financial statements are <u>not</u> acceptable. All information provided as required in 5.2.6.1 through 5.2.6.4 must be drawn from and be consistent with the "independent audited" financial statements provided.
	prepare this audit. However, due to the time restraints before the due date of this RFP, we are	It is not acceptable to provide the audited statements after the Deadline for Submitting

	not absolutely positive that this audit will be	a Proposal given in the RFP.
	completed in time. Would it be acceptable to	a Proposar given in the Ref.
	supply all the information required in a compiled financial statement format with the proposal, and then supply the audited statements to the state no later than February 15, 2000? Or would the compiled financial statements suffice?	A bid bond is not acceptable in place of the commitment letter described in the amended version of 5.2.6.5.
	Section 5.2.6.5 refers to a performance bond in lieu of the financial resource documentation, in speaking to insurance agents, it seems getting a committal letter on a surety company letterhead may be difficult. Would the state accept a bid bond in place of the letter?	
26.	Subcontractor. Section 3.12.2 says "no subcontractor usage will be allowed under this RFP or the resulting contract". Is this provision intended to preclude a company's use of personnel employed by its wholly-owned subsidiary to perform its obligations under the contract?	The State is amending RFP Section 3.12.3 and Contract Sections D.5 and E.15 (see Amendment 1, items 1, 4, and 5, above). The State will only allow relationships and activities in conformity with the referenced amendments.
	Section 8.D.5 prohibits subcontracts without the prior written approval of the State. Is this provision intended to apply to a company's use of personnel employed by its wholly-owned subsidiary to perform its obligations under the contract?	
	Section 8.E.15 defines "subcontractor." Is this definition intended to preclude a company's use of personnel employed by its wholly-owned subsidiary to perform its obligations under the contract?	
27.	Ownership of Intellectual Property.	The referenced Section is not intended to cover pre-existing materials.
	Section 8.E.4 provides that the State will own all work products "created, designed, developed, derived, and/or documented for the State under this Contract." What types of materials is this provision expected to cover, particularly the "documented for the State" portion? Would we be expected to supply the State with any type of written material that is that is proprietary to the company, such as installation manuals, descriptions of processes and procedures, etc. which one of our employees might be accustomed to use as a reference that are in existence prior to commencement of the contract? Or is this provision intended to address only those items created specifically for the State's use in the course of performing the contract?	cover pre-existing materials.

28.	Section: 4.5.3 Evaluation of Candidates.	The State manager may, at his or her
	If the candidate cannot be available for a face to face interview what alternate means would be acceptable to the state. How often (based on past experience) does the state require a face to face interview.	discretion, request a face-to-face interview. If the State manager requests a face-to-face interview, it is not optionalit is a requirement. Any contractor that does not show up for a requested face-to-face interview will be disqualified.
		In most cases, a face-to-face interview is requested.
29.	Section: 4.5.9 Offer of State Assignment	It typically takes anywhere from a month to six weeks from the SOW publication date to
	What will be the average elapsed time between a position being opened up and selection of a candidate to start work?	the Project Begin Date.
30.	Section: 5.2.1.1	A letter from the company president, board
	What form of evidence of authority will be acceptable?	of directors, or the highest-level supervising entity of the company in question, signed by the president or head of the supervising entity, authorizing the alternate signatory.
31.	Section: 5.2.2.2 Proposers Compliance with The laws of the State of Tennessee Under this what specific areas are of relevance to the State for this RFP. We would like details on the specific Articles etc and the text thereof the state would like us to comply with Title VI of Federal Rights Act of 1964 We would like details on this act or instruction on how to locate the text of this act Equal Employment Opportunity Act We would like details on this act or instruction on how to locate the text of this act Americans with disabilities act of 1990 We would like details on this act or instruction on how to locate the text of this act.	As to the laws of the State of Tennessee, it is inappropriate to select particular sections to the exclusion of others. Proposer's must give written certification and assurance of the Proposer's compliance with the laws of the State of Tennessee, even though all will not apply. A copy of Tennessee Code Annotated may be found at the following site: http://www.lexislawpublishing.com/resources/ The other items referenced are Federal acts and may be researched by the vendor's legal staff. Information pertaining to these acts is readily available on the internet.
32.	Please clarify the use of subcontractors. Paragraph 3.12.2.3 seems to make any subcontracting relationship inappropriate in response to this RFP. Does this mean that all contractors supplied to the state are W-2 employees of the prime contracting firm?	The State is amending RFP Section 3.12.3 and Contract Sections D.5 and E.15 (see Amendment 1, items 1, 4, and 5, above). The State will only allow relationships and activities in conformity with the referenced amendments.
33.	Would the State consider making the following changes to the ITPRO Staffing Contract? The contract does not have a limitation of liability clause; please add:	The State will not make the suggested changes. The State intends to execute the pro forma contract as it appears in the RFP.
	Neither party shall be liable for indirect, consequential, exemplary or punitive damages, regardless of the form of action, whether in contract, tort, or otherwise, and even if such party has been advised of the possibility of such	

	damages. The vendor's cumulative liability for any and all actions, whether in contract or in tort, will not exceed the lessor of that party's direct proven damages or an amount equal to the fees paid for the statement of work under which the cause of action arose.	
34.	Paragraph 3.16.3 implies that there may be a prime and subcontractor relationship involved in the submittal of proposals. Though the RFP prohibits submittals of the same proposer as prime and subcontractors. Please explain how a subcontractor would be involved at all, given the language in Paragraph 3.12.2.3.	The State is amending RFP Section 3.12.3 and Contract Sections D.5 and E.15 (see Amendment 1, items 1, 4, and 5, above). The State will only allow relationships and activities in conformity with the referenced amendments.
35.	[The vendor] understands that we cannot propose a separate contract, but would like to know if the attached changes would be considered for inclusion in the standard pro form contract for all proposers.	The recommended changes are not acceptable to the State. The State intends to execute the pro forma contract as it appears in the RFP.
	D.3.b. Upon such termination, the Contractor Neither party shall have no a right to any actual general, special, Incidental, consequential, or any other damages whatsoever of any description or amount.	
	D.14. Hold Harmless. The Contractor agrees to indemnify and hold harmless the State of Tennessee as well as its officers, agents, and employees from and against any and all claims, liabilities, losses, and causes of action which may arise, accrue, or result to any person, firm, corporation, or other entity which may be injured or damaged as a result of acts, omissions, bad faith, negligence, or willful misconduct on the part of the Contractor, its employees, or any person acting for or on its or their behalf relating to in the performance of Contractor's services under this Contract. The Contractor further agrees it shall be liable for the reasonable cost of attorneys for the State in the event such service is necessitated to enforce the terms of this Contract or otherwise enforce the obligations of the Contractor to the State.	
	E.8 Contractor Personnel Performance Problems. The State shall be the sole judge of the Contractor's personnel performance. The Contractor agrees to remove and replace at the Contractor's expense, personnel judged by the State as not making substantial contributions to the projects to which Contractor's personnel are assigned. The Contractor agrees not to charge	

	the State for services performed which the State	
	designates as being unacceptable if Contractor	
	is notified of such unacceptable services within	
	40 hours of the start of the person performing	
	such services. The Contractor further agrees not	
	to remove or transfer personnel performing	
	acceptably, without written approval of the State	
	during the term of the Contract.	
	during the term of the Contract.	
	E.11 Solicitation of State Employees Prohibited.	
	The Contractor shall not solicit State employees	
	in State facilities or during State work hours for	
	the purpose of employment. For the purposes of	
	this paragraph, "State work hours" are defined as	
	8:00 a.m. to 5:00 p.m., CT, Monday through	
	Friday, including flex time and overtime, but	
	excluding State holidays. <u>During the length of</u>	
	each person's assignment and for ninety (90)	
	days following the termination of their	
	assignment, if the State (or a third party at the	
	State's inducement) hires a person assigned to it,	
	then the State will be required to pay Contractor	
	a conversion fee in accordance with the	
	following table:	
	ionowing table.	
	Duration of Assignment: Conversion Fee:	
	0-4 months 25% of person's annualized	
	compensation	
	5-8 months 15% of person's annualized	
	compensation 9-12 months 5% of person's annualized	
	270 of person's annualized compensation	
	12 months and up none	
	Should the State elect to directly hire or refer for	
	hire any candidate whose resume Contractor has	
	submitted to the State but who has not yet been	
	assigned to it, the State will pay Contractor a	
	conversion fee of 30% of the candidate's	
	annualized salary.	
36.	Will there be any opportunity to negotiate the	The State intends to execute the pro forma
	final contract terms after award?	contract as it appears in the RFP.
37.	Will the State agree to any type of limitation of	No.
51.	liability in the final contract?	110.
38.		No.
36.	Will the State agree to add a disclaimer of	INU.
	warranties disclaiming those warranties which	
20	are not expressly set forth in the contract?	TOTAL
39.	Section 8, Subsection D.14:	The proposed addition is not acceptable to
		the State. The State intends to execute the
	Is it allowable to add the Limitation of Liability	pro forma contract as it appears in the RFP.
	provision shown below to the "Hold Harmless"	
	subsection (Section 8, D.14)?	
	Proposed Limitation of Liability	
	The Contractor will not be liable for	

	consequential or incidental damages even if the	
	Contractor has been advised of the possibility of	
	such damages. Except for claims based on	
	personal injury including death, physical	
	property damage, or infringement of third party	
	proprietary rights, the Contractor's liability	
	hereunder, regardless of the form of action, shall	
	not exceed the total amount paid for the services	
	under this Contract.	
40.		The State would attempt to award a
40.	On page 15, section 4.8.e, it is stated, "In the	The State would attempt to award a
	event of termination as described herein, nothing	replacement contract to the next-best-
	shall prevent the State from awarding a	evaluated Proposer that was not awarded a
	replacement contract to another Contractor that	contract originally.
	originally responded to the RFP." In that case,	
	would the State award the replacement contract	
	to the next highest scored proposer that did not	
	get chosen as one of the Vendors?	
41.	On page 15, section 4.9.b, it is stated, "The sole	Yes, the new SOW would be open to
	exception to section 4.9.a. is the case of an	candidates from any company that had
	incumbent being proposed on an SOW to fill the	received an award under the current
	same position the incumbent currently occupies,	procurement. The rates proposed in
	regardless of his or her current MOU Project End	response to the current procurement would
	Date or the new SOW Project Begin Date."	apply.
	Would the new SOW be open to all candidates	арргу.
	and at a new rate?	
10		The Control of the co
42.	On page 15, section 4.9, it is stated, "From the	The State has amended the paragraph
	State's perspective, there is no prohibition against	quoted.
	incumbents changing Contractor companies	
	under the new ITPRO contracts during this	See also the answer to Question 22, above.
	<u>transition period</u> . In other words, the State will	
	allow an incumbent to be proposed by a	
	Contractor company different from the one	
	currently providing the incumbent personnel." Is	
	it to be assumed that incumbents will only be	
	allowed to change Contractor companies when	
	there is a new SOW released for their current	
	position?	
43.	On page 24, section 6.3.1, it is stated "The	See Amendment 1, Item 3, above.
13.	Proposer receiving the most points shall be	500 / information 1, item 3, above.
		Elsewhere in section 6.3, where appropriate
	considered the successful Proposer." There are other referrals in that section that leads one to	and consistent with the intent of
	believe that only one (1) proposer will be	Amendment 1, Item 3, above, read
	awarded vendor status. It is stated on page 1,	"proposal" as "proposal(s)" and "Proposer"
	section 1.1. that the State plans to award source-	as "Proposer(s)."
	of-supply contracts to seven vendors. Is it fair to	
	assume that there will be seven contracts	
	awarded to proposers?	
44.	During the transition period, will newly awarded	The State will not provide this information.
	vendors have access to names, phone numbers,	Also, the State will not permit vendors to
	. 1	
l	etc. of incumbents whose current contractors	contact incumbents at State work sites.
	etc. of incumbents whose current contractors have not been awarded as vendors under the new	contact incumbents at State work sites.
	have not been awarded as vendors under the new	contact incumbents at State work sites.
45	have not been awarded as vendors under the new ITPro/BA RFP?	
45.	have not been awarded as vendors under the new	No.

	entertain a 2-week extension?	
46.	Will the State provide office space to the winning	No.
	vendors for their recruiting and administrative	
	staff?	
47.	Please provide the list of potential bidders on the	Please see the table following these
	RFP.	responses.
48.	The remaining questions concern Section 3.12 of	The State is amending RFP Section 3.12.3
	the RFP as noted below:	and Contract Sections D.5 and E.15 (see
		Amendment 1, items 1, 4, and 5, above).
	Assignment and Subcontracting: "The Contractor	The State will only allow relationships and
	may not assign or transfer any portion of this	activities in conformity with the referenced
	contract without prior, written approval from the	amendments.
	State" and 3.12.3: "No subcontract usage will be	
	allowed under the RFP or the resulting contract"	
	and 3.12.3: " the State defines "subcontractor	
	usage" as any form of agreement, verbal or	
	written, with another company of individual, for that company or individual to act as an agent to	
	identify, locate, contact, or in any other way	
	facilitate the prime contractor's efforts to provide	
	candidates to be assigned to information	
	technology positions within the State."	
	6,7 1	
	Please clarify "agent" and also how the State	
	distinguishes an independent contractor. For	
	example, many independent contractors have	
	incorporated and , in some cases, two	
	independent contractors have partnered in	
	incorporation. Will the State permit its vendors	
	to use independent contractors who have	
	incorporated in this manner?	
	If the prohibition of subcontractors is the State's	
	desire, the standard contract does not reflect this.	
	How should we reconcile this conflict?	
	As we understand it, the intent of Section 3.12.3	
	is to prohibit the pass through of subcontract	
	labor through a vendor's prime contract with the	
	State. However, as written, the section appears	
	to prohibit the use of employment agencies and	
	contract recruiters who help companies locate	
	direct employees.	
	Will it he accompanie to the Chate if your days	
	Will it be acceptable to the State if vendors	
	continue to use these employment agencies to	
	locate personnel as long as these recruiters scrupulously follow the State's prohibition on	
	recruiting State personnel and persons who are	
	assigned as subcontractors to the State of	
	Tennessee?	
49.	Upon review of RFP # 317.03.002 a question	See answer to Question 4, above.
	concerning section five (<u>Detailed Documentation</u>	, 400,00
	of Proposer Financial Resources) has been raised	"Unaudited" and/or "Internally prepared"
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	by our corporate accounting department. The question concerns the need for audited financial statements. [The vendor], as a corporation maintains unaudited, internally prepared financial statements. The ability to produce independently audited financials before the proposal deadline (2/4/00) is not feasible. The relationship between the corporation of [the vendor] and our banking institution does not require externally prepared financial statements. Our question is, would internally prepared historical (past two years) and current year to date statements be allowed under the previsions of RFP # 317.03.002? We feel that all bank statement information and credit reference material, all of which are required by the aforementioned RFP, should address the question of corporate endurance and the issue of fiscal responsibility.	financial statements are not acceptable in response to the requirements of Sections 5.2.6.1 through 5.2.6.4.
50.	Section 3.4. Normally, prospective clients ask us to voice objections and exceptions at the time of submission of the proposal. The proposed contract language is under review by our Legal department, and we will submit exceptions with our proposal. [The vendor] reserves the right to negotiate the terms of a contract awarded under this RFP.	Please note the deadline for receiving written comments given in Section 3.4 of the RFP. The State does not acknowledge the vendor's reservation of a right to negotiate the contract. The State does not intend to negotiate any terms of the contract, apart from filling in items that were left blank in the pro forma contract. The State intends to execute the pro forma contract as it appears in the RFP.
51.	Section 3.11. The proposed contract language is under review by our Legal department, and we will submit exceptions with our proposal. [The vendor] reserves the right to negotiate the terms of a contract awarded under this RFP.	Please note the deadline for receiving written comments given in Section 3.4 of the RFP. The State does not acknowledge the vendor's reservation of a right to negotiate the contract. The State does not intend to negotiate any terms of the contract, apart from filling in items that were left blank in the pro forma contract. The State intends to execute the pro forma contract as it appears in the RFP.
52.	Section 4.1. While [the vendor] provides six paid holidays to eligible contractors, five of the holidays on the State's list are not among them. Does the State expect these holidays (Martin Luther King Day, President's Day, Good Friday, Columbus Day, Veterans Day) to be paid holidays for eligible contractors.	The State will not pay the Contractors or contractor personnel for any of the holidays listed in Section 4.1 of the RFP. At the Contractor's discretion, the Contractor may chose to pay their contractor personnel for these holidays.
53.	Section 4.5. Does the term "payment rate" refer to the rate at which contractor hours are billed to the State?	In response to an SOW, the Contractor will propose a payment rate (or "rates," if the SOW covers multiple contract years) for the contractor personnel in question. This rate

54.	Section 4.12. Though we appreciate the State's rationale for this provision, we do not feel it is	may not exceed, but may be less than, the payment rate originally proposed for that Job Classification. The State will pay the Contractor at this rate for hours worked in accordance with the provisions of the RFP, Contract, SOW, and MOU. The State will not reconsider its position as stated in the referenced RFP section.
	appropriate to penalize an agency for filling an SOW. We ask the State to reconsider this provision and other reasonable alternatives.	Section 4.12 of the RFP remains as written.
55.	Section 5.2.3.9 [The vendor] has over 7,000 permanent staff employees and over 800,000 temporary employees in North American. It is not feasible to check all these individuals for felony convictions, and may not be lawful to disclose this kind of information about the citizens of some states. Does the State desire [the vendor] to conduct a felony backgroud check on candidates submitted to the state? If so, would this cost be billed through to the State? Would it be included in the rate set forth in the Cost Proposal?	Section 5.2.3.9 pertains to the initial proposal evaluation, not to the ongoing administration of the contract. The State encourages the vendor to make its best effort, taking into account the vendor's legal obligations and limitations, to meet the requirements of 5.2.3.9. The State will not routinely require background checks for assignment with the State. However, there may be certain SOW positions that will, at the State's sole discretion, require background checks. Any such background checks will be performed
56.	Page 10, section 4.2 - Please elaborate more on the term "maximum liability" to the Contractor firm (i.e. two weeks per year?).	by the State at the State's expense. Within any given contract year, the State will not require the Contractor to pay training expenses for an individual contractor assigned to the State in excess of two weeks per year, or eighty (80) hours, per individual, actually spent in training classes.
57.	Page 32, section D.4/Page 36, and section E.13.b. (And further throughout the document) - Please explain the statement, "withhold payment in excess of fair compensation for completed services".	In such cases, the State will determine and remit fair compensation for work acceptably completed.
58.	Page 35, section E.10 Is the Multitrak report generated weekly?	No. The referenced Multitrak report is produced monthly.
59.	Page 35, section E.5 - Can the State of Tennessee notify the Contracting company when equipment or materials are provided to its employees and the value of said equipment/materials. Specifically, we believe that the intent of this section is to ensure that materials, such as laptop computers, that are given to employees for offsite work, are returned to the State upon termination of the assignment. We can only monitor this if we are notified that the employee has possession of state property.	The state will not supply this information in advance. However, in the event of a claim or dispute related to this provision, the State will supply the vendor with documentation required to support the State's position.
60.	Page 20, section 5.2.6 - Where is the volume projected? What is the designated amount?	The State has no specific volumes or designated amounts in mind. However, the performance requirements stated in Section

		4.8 of the RFP give some indication of the
		State's expectations.
61.	Page 21, section 5.2.5.4 - Please define, "or with	As stated in 5.2.5.4, for individuals to count
	which your company has no current, direct	they must be either "on the bench" or
	working relationship."	"assigned to projects." That is, the Proposer
		is regularly performing administrative work,
		paying salaries, benefits, etc., for the
		individuals that it counts. This constitutes a
		"direct working relationship."
62.	Page 15, section 4.9 - Will the new vendors on	The State will not provide this information.
	the contract be made aware of existing	Also, the State will not permit vendors to
	consultants that are rolling off completed projects	contact incumbents at State work sites.
	managed by other IT staffing firms? If so, how	
	would the information be distributed?	

Amendments/Clarifications/Questions

Letters of Intent to Propose ITPRO 2000 RFP -- #317.03.002

	Vendor Name	Contact/Address	Phone/Fax
1.	Acro Service Corp.		P: (734) 591-1100 ext. 239
		17187 North Laurel Park Drive, Ste	(800) 844-2276 ext. 239
			F: (734) 591-1217
_		Livonia, MI 48152-2600	
2.	Affiliated Computer Services		P: (770) 602-4777
		Enterprise Solutions Group	F: (770) 922-4878
		2031 Goode Road	l:
2	Annada bil Carra	Conyers, GA 30094	D. (C4E) 00E 070E
3.	Amdahl Corp.		P: (615) 885-9795
		Manager One Lakeview Place Suite 505	F: (615) 885-9638 I: <u>raa10@amdahl.com</u>
		25 Century Boulevard	i. <u>raa ro@amdam.com</u>
		Nashville, TN 37214	
4.	Andersen Consulting	Cindy Hielscher, Associate Partner	P: (615) 260-8624
т.	randerseri Gorisannig		F: (678) 657-1038
		Nashville, TN 37201	1: (676) 667 1666
5.	Ball Consulting Services, LLC	,	P: (615) 794-5459
5.	Ball Collsulling Services, LLC	4043 Trail Ridge Drive	F: (615) 591-4523
		Franklin, TN 37067	
6.	CDI Information Technology Services		P: (423) 266-9720
0.	DET INTO THE MICHIGAN CONTROL OF	2 Union Square, Suite 610	(800) 933-4655
			F: (423) 266-9737
			: echapin@cdicorp.com
7.	Comforce Technical Services	Cary Vaughn, Director of IT Services	
		7953 Stage Hills Boulevard, Suite	F: (901) 385-2045
		109	l: `
		Memphis, Tn 38133-4010	Pager: (888) 794-6119
8.	Complete Business Solutions, Inc.		P: (615) 377-0735
	(CBSI)		F: (615) 377-0749
			l: jgrant@cbsinc.com
9.	Computer Enterprises, Inc. (CEI)		P: (412) 571-3634
			F: (412) 341-0519
		Manor Oak Two, Suite 230	l: <u>itomich@ceiamerica.com</u>
		1910 Cochran Road	
10.	Computer Herizone Core	Pittsburgh, PA 15220 Jim Taylor, Account Manager	P: (615) 783-1680
10.	Computer Horizons Corp.		F: (615) 783-1679
			: (013) 703-1079 :
11.	Compuware Corporation		P: (615) 742-8412
	Compaware corporation		F: (615) 742-8404
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		133	david.deutsch@compuware.co
			<u>m</u>
12.	Cook Systems International, Inc.	John Madden, Account Executive	P: (901) 757-8877 Ext. 1517
		i i	F: (901) 757-0086
		Atrium II, Suite 200	 :
		Germantown, TN 38138	

13.	Data-Core Systems, Inc.		P: (215) 243-1975
		3700 Science Center	F: (215) 243-1978
		Philadelphia, PA 19104	l: dcs@dcigroup.com
14.	Datatek Consulting Group	Julia Wesley, President	P: (602) 840-6464
		4250 East Camelback Road, Suite	(800) 278-0980
		158K	F: (602) 840-9696
		Phoeniz, AZ 85018	l: info@datatekonline.com
15.	digital fusion, inc.	Buddy Tanner	P: (256) 772-7636
		Business Development Manager	F: (256) 772-3032
		190 Lime Quarry Road, Suite 106 Madison, AL 35758	l: buddy.tanner@digifuse.com
16.	Economic Technology Solutions, Inc.	Gary Slattery, Vice President,	P: (615) 269-2600 ext: 639
	(DBA Econtech)	Government Services	F: (615) 269-2620
	,	2021 Richard Jones Road, Suite 300	
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17.	EER Systems Inc.	Prekimi V. Tawari, Vice President	P: (703) 375-6520
		3750 Centerview Drive	F: (703) 708-5707
		Chantilly, VA 20151	l:
18.	FutureTech Consultants LLC		P: (770) 499-7779
		1890 Cobb International Blvd., Suite	F: (770) 499-1434
		A	l:
		Kennesaw, GA 30152	
19.	Gulf Computers, Inc.		P: (410) 385-5191
			F: (410) 385-5194
		•	l: <u>vasu@gulfusa.com</u>
00		Baltimore, MD 21202	D (000) 745 5407
20.	HAS Incorporated	Paul R. Clark	P: (800) 745-5427
		One River Crossing 3815 River Crossing Parkway, Suite	F: (317) 574-3777
		200	1.
		Indianapolis, IN 46240	
21.	InfoAdvantage, Inc.	Ken Morris, Product Sales Executive	P· (615) 373-9499
	inionaranago, moi	215 Centerview Drive	(615) 345-9523 (direct #)
		Brentwood, TN 37027	F: (615) 373-3868
			l: kmorris@infoad.com
22.	Information Management Resources,	Gerrelynn F. Crawford	P: (901) 396-9291
	Inc. (IMRI)		F: ` ′
	, ,	,	l:
23.	Information Systems and Networks	Bruce Landrum, Director of Contracts	
	Corporation (ISN)		F: (310) 469-8851
		Bethesda, MD 20817	l: twilliamson@isncorp.com
24.	INFORMS	Tom Clark	P: (615) 846-1150
		Professional Services Director	F: (615) 846-1154
		4825 Trousdale Drive, Suite 209	l: <u>Tom@informs.com</u>
05		Nashville, TN 37220	D (045) 050 0000 E + 44
25.	Infoworks, Inc.	James H. Clayton III, President	P: (615) 356-2686 Ext. 11
		28 White Bridge Road, Suite 316	F: (615) 352-0780
26.	Intergraph Corporation	Nashville, TN 37205 David Rudd, Account Representative	D: (615) 665 2950
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27.	KBM Enterprises, Inc.	Thomas W. Neal, Executive Director,	
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28.	Keane, Inc.	John C. Riddick, Jr.	P: (615) 236-1135
		Director, Business Development –	F: (615) 236-1111
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		Company	
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33.	modis Incorporated	Douglas Praskach	P: (615) 365-4190
		2 International Plaza Drive #301	F: (615) 365-4193
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38.	SCB Computer Technology, Inc.	Lynn G. Johnston, Vice President	P: (615) 741-7283
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